

LEGISLATIVE FISCAL OFFICE

Fiscal Note



Fiscal Note On: **HB 519** HLS 09RS 812

Bill Text Version: **ORIGINAL**

Opp. Chamb. Action:

Proposed Amd.:

Sub. Bill For.:

Date: May 26, 2009 6:48 AM	Author: LEGER
Dept./Agy.: Department of Education	Analyst: Mary Kathryn Drago
Subject: Charter school funding	

SCHOOLS/CHARTER OR SEE FISC NOTE EX Page 1 of 1

Provides relative to the fee that a chartering authority may charge a school for certain administrative overhead costs incurred by the authority

Present law provides that for the application period, and first year of operation, a chartering authority may charge each charter school it authorizes a fee not to exceed 2% of the total per pupil funding amount that is received by the charter school. In the second year of operation and each year thereafter, the school and chartering authority may negotiate a fee for such administrative overhead costs not to exceed 3% of the total per pupil funding amount. Proposed legislation provides that for a charter school’s second year of operation and thereafter, that the a fee may be negotiated that is more than 2%, but does not exceed 3% of the total per pupil funding amount.

EXPENDITURES	<u>2009-10</u>	<u>2010-11</u>	<u>2011-12</u>	<u>2012-13</u>	<u>2013-14</u>	<u>5 -YEAR TOTAL</u>
State Gen. Fd.	SEE BELOW	SEE BELOW	SEE BELOW	SEE BELOW	SEE BELOW	
Agy. Self-Gen.	\$0	\$0	\$0	\$0	\$0	\$0
Ded./Other	\$0	\$0	\$0	\$0	\$0	\$0
Federal Funds	\$0	\$0	\$0	\$0	\$0	\$0
Local Funds	SEE BELOW	SEE BELOW	SEE BELOW	SEE BELOW	SEE BELOW	
Annual Total	\$0	\$0	\$0	\$0	\$0	\$0

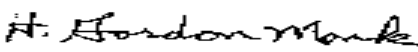
REVENUES	<u>2009-10</u>	<u>2010-11</u>	<u>2011-12</u>	<u>2012-13</u>	<u>2013-14</u>	<u>5 -YEAR TOTAL</u>
State Gen. Fd.	\$0	\$0	\$0	\$0	\$0	\$0
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Ded./Other	\$0	\$0	\$0	\$0	\$0	\$0
Federal Funds	\$0	\$0	\$0	\$0	\$0	\$0
Local Funds	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
Annual Total	\$0	\$0	\$0	\$0	\$0	\$0

EXPENDITURE EXPLANATION

The proposed legislation does not impact state funding, however, to the extent that the chartering authority of a charter school imposes the fee allowed in the proposed legislation and was not previously charging a fee of at least 2%, resources available to charter schools will decrease. The impact on each charter school depends upon the current amount of administrative fees that are currently withheld. Based upon FY 08-09 Minimum Foundation Program funding data, if the chartering authority were to charge a 2% fee, the fee amounts would range from \$134 per pupil to \$192 per pupil depending on which district the charter school is located. If the chartering authority were to charge a 3% fee, the fee amounts would range from \$200 per pupil to \$288 per pupil.

REVENUE EXPLANATION

There is no anticipated direct material effect on governmental revenues as a result of this measure.

<u>Senate</u>	<u>Dual Referral Rules</u>	<u>House</u>	
<input type="checkbox"/> 13.5.1 >= \$500,000 Annual Fiscal Cost		<input type="checkbox"/> 6.8(F) >= \$500,000 Annual Fiscal Cost	
<input type="checkbox"/> 13.5.2 >= \$500,000 Annual Tax or Fee Change		<input type="checkbox"/> 6.8(G) >= \$500,000 Tax or Fee Increase or a Net Fee Decrease	H. Gordon Monk Legislative Fiscal Officer